



UNITED STATES
DEPARTMENT OF
THE TREASURY



WITHOUT PERMANENT TAX RELIEF, MILLIONS OF AMERICANS WILL SEE THEIR TAXES GO UP BY BILLIONS OF DOLLARS IN 2011

A Family of Four with Two Children who earn:

- **\$50,000 annual income** today (\$55,100 in 2011) would see a **\$2,145 INCREASE** (from \$1,383 to \$3,527) or **155 percent higher tax bill**;
- **\$60,000 annual income** today (\$66,200 in 2011) would see a **\$1,863 INCREASE** (from \$3,030 to \$4,893) or **61 percent high tax bill**.

Tax Increases on Average...

- 115 million taxpayers--\$1,795 increase
- 83 million women--\$2,068 increase
- 48 million married couples--\$2,899 increase
- 42 million families with children--\$2,181 increase
- 12 million single women--\$1,082 increase
- 17 million seniors--\$2,270 increase
- 26 million small business owners--\$3,960 increase

Tax Relief Brings Trillions of Dollars to Americans...

- \$1.1 trillion provided through 2006;
- \$1.3 trillion by the end of 2007;
- \$2.5 trillion over the next ten years (with permanent tax relief); and
- \$3.8 trillion total through 2017 (if permanently extended)

More than 5 Million Taxpayers Will Become Subject to the Individual Income Tax

- This analysis assumes that the following provisions in EGTRRA, JGTRRA, WFTRA, and TIPRA would be allowed, as scheduled, to expire at the end of 2010:
 - Creation of the new 10 percent individual income tax bracket.
 - Reduction in individual income tax rates above 15 percent rate bracket.
 - Reduction of marriage penalties in the standard deduction, 15 percent rate bracket, and the earned income tax credit.
 - Lowering the tax rate on capital gains and dividend income to 15 percent (0 percent for the lowest two rate brackets).
 - An increase in the child tax credit to \$1,000.
 - Allowing the child tax credit to offset the AMT.
 - An expansion of the partially refundable additional child tax credit.
 - An increase in the child and dependent care tax credit.
 - Simplification of the rules for determining income for the earned income tax credit.